> These comments are filed by the City of Murfreesboro, Tennessee in > support of the comments filed by the Alliance of Local Organizations > Against Preemption (the "Alliance"). Like the Alliance, the City of > Murfreesboro believes that (a) local communities should be able to require > cable operators to obtain additional authorizations to use and occupy > public rights of way to provide cable services, and to enforce existing > authorizations that have been granted for the service; (b) should be able > to obtain fair and reasonable compensation for use and occupancy of the > public rights of way to provide non-cable services; and (c) should be able > to regulate cable companies in their provision of non-cable services, as > provided under the Cable Act.

> These comments will also provide information regarding the status of > cable modem service in our community.

Our community and the status of cable modem service.
Murfreesboro is a City of 72,000. It is served by Comcast, which
has approximately 22,000 subscribers. The cable system serving our
community offers subscribers a 750 Mghz system with over 400 channels.
Cable modem service is offered in our community.

2. Our franchise and cable modem service.

> Our franchise was issued July 12, 1973 and did not directly address > cable modem service. However, ORDINANCE 98-O-37 (see attachment A) > amended the franchise to include internet services provided on the cable > system to be included with the franchisee's gross subscriber revenues for > calculating franchisee fee payments to the City. Pursuant to that > ORDINANCE 98-O-37, we were entitled to receive franchise fees on cable > modem service. We received \$61,942.65 in cable modem franchise fees in > 2001. These payments were made in consideration of the grant of the > franchise. Our franchise was written to permit the operator to provide > both cable services and other services, as long as the operator complied > with the franchise terms. We estimate that we will lose \$750,000 over the > next five years if we cannot charge a fee on revenues from cable modem > service.

> Neither the franchise requirements nor the fees have prevented or > delayed the roll-out of cable modem service in our community.

>

How we regulate cable modem service.

We regularly receive complaints from customers regarding the > services provided by cable operators. These include complaints about > traditional video programming services and about cable modem services.

> Responding to these complaints requires significant staff time and effort.

There are many unique customer service problems associated with > cable modem services. In addition, it is often difficult, if not > impossible to separate regulation of cable modem service from the > regulation of cable service in many critical respects (also see attachment

- Cable modem service is marketed jointly with cable service.
- When we get complaints about promotional practices, the complaint > may apply to both services.
- A single bill is sent for cable modem and cable services, so billing > complaints involve both.

As a result, when one service has problems, the quality of the other > service can be affected. Customers are advised on their bill by the > cable operator that they can call our office with complaints, and as far > as we can tell, at no time does the operator advise the customer that > protections accorded with respect to cable service do not apply with > respect to cable modem service. In our view, there is a substantial and > continuing need to protect consumers of cable modem service, in light of > the complaints we receive, and because of its close tie to video services.

Cable modem service is also subject to the following requirements > under our franchise:

- the operator is required to provide cable modem service throughout > its service area, and is prohibited from redlining.
- the operator is prohibited from discriminating against potential > customers.
- the operator is prohibited from demanding exclusive contracts as a > condition of providing service to MDUs and others.
 - Our community and broadband deployment.

Our community believes it is very important to encourage > broadband deployment, and to encourage development of broadband > applications. We also believe that in order to achieve the promise of > broadband, broadband has to be available to the entire community, as far > as possible. We want to avoid knowledge and opportunity gaps created > because some parts of the community have access to broadband information, > while others do not.

To that end, our community devotes significant resources to take > advantage of the information highway and to extend its benefits to all by > bringing the Internet to the local Linebaugh Library and the schools. The > funds that we obtain from cable modem franchise fees can help support > these and other activities. If we lose those funds, it will be more > difficult to protect consumers, and to promote broadband deployment in > this community.

Respectfully

Alan

> submitted,

> Bozeman, Cable Television Coordinator